

Q4

January–December 2024

Financial statements review



DETECTION TECHNOLOGY PLC FINANCIAL STATEMENTS REVIEW JANUARY-DECEMBER 2024

Detection Technology Q4 2024: A strong finish to a good year**October-December 2024 highlights**

- Net sales increased by 0.9% to EUR 31.6 million (31.3)
- Net sales of Industrial Solutions Business Unit (IBU) increased by 4.2% to EUR 5.2 million (5.0)
- Net sales of Medical Business Unit (MBU) decreased by -4.6% to EUR 12.5 million (13.1)
- Net sales of Security Business Unit (SBU) increased by 5.3% to EUR 13.9 million (13.2)
- Operating profit (EBITA) was EUR 5.2 million (4.6)
- Operating margin (EBITA-%) was 16.3% of net sales (14.8%)
- Earnings per share were EUR 0.28 (0.24)
- Earnings per share (diluted) were EUR 0.28 (0.24)

January-December 2024 highlights

- Net sales increased by 3.6% to EUR 107.5 million (103.8)
- Net sales of IBU increased by 18.2% to EUR 19.0 (16.1)
- Net sales of MBU decreased by -12.8% to EUR 42.2 million (48.4)
- Net sales of SBU increased by 17.8% to EUR 46.3 million (39.3)
- Operating profit (EBITA) was EUR 14.9 million (8.8)
- Operating margin (EBITA-%) was 13.9% of net sales (8.5%)
- Earnings per share were EUR 0.76 (0.38)
- Earnings per share (diluted) were EUR 0.76 (0.38)
- Dividend EUR 0.50 per share* (0.23)

(Figures in parentheses refer to the corresponding period of the previous year.) (*The Board of Directors' proposal to the AGM.)

President and CEO, Hannu Martola:

"All in all, the fourth quarter marked a strong conclusion to the year 2024, meeting our expectations. Sales remained consistent with the record comparison period, while profitability showed improvement, and cash flow saw a notable increase both year-on-year and quarter-on-quarter—thanks to good productivity and networking capital management. The Board is therefore proposing a record dividend of EUR 0,50 per share (0,23). The past year underscores the resilience and efficiency of our operations, even in a turbulent environment. We are well-positioned to capitalize on new opportunities in 2025.

Our industrial solutions saw steady demand in Europe, particularly in food and industrial CT (computed tomography) applications. In the APAC region, demand was also strong, but intense competition put pressure on prices. As expected, our industrial sales continued to grow quarter-on-quarter and year-on-year. However, the growth rate was influenced by a strong comparison period and competitive pressures from TFT (thin-film transistor) flat panel detector segment in China. We anticipate growth to continue in Q1 of 2025.

The sharp decline in demand for medical X-ray imaging solutions that started in July 2023 has stabilized. Challenges in the Chinese market, including healthcare reform and the associated anticorruption campaign, delayed purchasing decisions. However, as the effects of the anticorruption campaign have begun to fade, we anticipate a return to growth in sales during Q1.

Our security business demonstrated better-than-expected performance, with sales showing growth despite a strong underlying quarter. The growth was primarily driven by robust demand for security CT and cargo imaging solutions. Key contributors included aviation system upgrades and increased global investments in border protection. We anticipate a temporary decline in security sales due to delays in airport construction in Q1 and growth to start in Q2.

We are pleased with the reduction in working capital, strong cash flow, and especially the improved net result in Q4. The positive development was driven by growth in net sales, enhanced productivity, and a favorable sales mix.

The ramp-up of the Indian facility is progressing with deliveries set to start in late H1 2025. Similarly, the expansion of EU-origin manufacturing in Oulu has progressed as planned, enabling us to produce 10% of our global product sales in Finland. These efforts enhance customer experience and mitigate risks against the macro-economic uncertainties.

To advance our strategy and competitiveness, we have adopted a new operating model. Since the beginning of this year, the newly established regional business units have taken full responsibility for driving sales and strengthening customer relationships. This shift lays a resilient foundation for our future growth.

Despite heightened turbulence in global markets and fierce price competition in China, the year-on-year market outlook has shown improvement. In 2025, the growth drivers remain consistent across all our key markets. The new 25% tariffs imposed by the US on Canada and Mexico, and the additional 10% tariff on China have only a minor direct impact on our profitability.

In our assessment, global demand for medical X-ray imaging solutions is beginning to recover in Q1. Security sales are expected to drop temporarily in Q1 and return to growth in Q2, while industrial sales remain good. When projecting the sales performance of our newly established regional business units for Q1, we anticipate stable sales in all regions. Overall, we expect our year-on-year total net sales to be flat in Q1, followed by double-digit growth in Q2 of 2025 as medical sales return to growth."

Key figures

(EUR 1,000)	10-12/2024	10-12/2023	1-12/2024	1-12/2023
Net sales	31,613	31,315	107,514	103,794
Change in net sales, %	0.9%	10.9%	3.6%	5.3%
EBITA excluding NRI	5,166	4,622	14,892	9,656
EBITA excluding NRI, %	16.3%	14.8%	13.9%	9.3%
Non-recurring items (NRI)	0	0	0	-873
EBITA	5,166	4,622	14,892	8,784
EBITA, %	16.3%	14.8%	13.9%	8.5%
R&D costs	3,125	2,723	11,379	11,702
R&D costs, % of net sales	9.9%	8.7%	10.6%	11.3%
Cash flow from operating activities	6,891	2,987	20,133	9,672
Net interest-bearing debt at end of period	-27,767	-12,665	-27,767	-12,665
Investments	485	1,121	2,218	14,426
Return on investment (ROI), %	17.4%	9.9%	17.4%	9.9%
Gearing, %	-33.6%	-17.4%	-33.6%	-17.4%
Earnings per share, EUR	0.28	0.24	0.76	0.38
Earnings per share (diluted), EUR	0.28	0.24	0.76	0.38
Number of shares at the end of the period	14,655,930	14,655,930	14,655,930	14,655,930
Weighted average number of shares outstanding	14,655,930	14,655,930	14,655,930	14,655,930
Weighted average number of shares outstanding, diluted	14,659,106	14,655,930	14,660,744	14,660,912

Net sales

Detection Technology's total net sales for Q4 were in line with expectations, remaining at the same level as the comparison period. Net sales increased by 0.9% (10.9%) compared to the corresponding period last year and amounted to EUR 31.6 (31.3) million. Sales of security and industrial applications grew in single digits, while sales of medical applications declined.

The demand for industrial X-ray imaging solutions in Europe remained steady, supported by applications in the food and industrial CT segments. In the APAC region, demand also exhibited strength; however, the market faced price erosion due to intense competition. The net sales of the Industrial Solutions Business Unit (IBU) grew quarter-on-quarter and year-on-year, but the growth rate remained moderate due to a strong comparison period and competition in the TFT flat panel detector segment in China. The net sales of IBU grew by 4.2% (7.1%) year-on-year, totaling EUR 5.2 (5.0) million in Q4. IBU generated a total of 16.3% (15.8%) of the company's total net sales.

In Q4, demand for medical X-ray imaging solutions remained soft, though the sharp decline has stabilized. Continued healthcare reform and the related anticorruption campaign in China further delayed purchasing processes, impacting sales momentum. Additionally, stagnant investments and intense price competition exerted pressure on sales. As a result, the net sales of the Medical Business Unit (MBU) decreased by -4.6% (3.6%) year-on-year, amounting to EUR 12.5 (13.1) million. MBU contributed 39.6% (41.9%) to the company's total net sales.

The demand for security imaging solutions continued to grow in Q4, driven by strong performance in the security CT and cargo segments, particularly in developed markets outside China. Aviation upgrades to CT

systems remained a significant contributor, while the cargo business experienced increased momentum due to heightened global investments in border protection. The Security Business Unit (SBU) reported growth in net sales both quarter-on-quarter and year-on-year, surpassing expectations despite remaining in single-digit growth territory due to an exceptionally strong comparison period. Year-on-year, SBU net sales grew by 5.3% (21.1%), totaling EUR 13.9 (13.2) million in Q4. SBU contributed 44.1% (42.3%) to the company's total net sales.

The Asia-Pacific countries (APAC) accounted for the company's largest geographical market area in Q4, with its 65.6% (67.5%) share of total net sales. The share of Europe, Middle East and Africa (EMEA) was 27.7% (16.0%) and the Americas' 6.7% (16.4%). Sales in the Americas declined due to one-time reasons. A significant proportion of end products sold in American markets are manufactured elsewhere. The share of net sales accounted for by Detection Technology's five largest customers was 53.0% (54.2%).

The company's total net sales grew by 3.6% (5.3%), totaling EUR 107.5 (103.8) million in January–December 2024. IBU's net sales grew by 18.2% (0.2%), totaling EUR 19.0 (16.1) million. MBU's net sales decreased by -12.8% (0.5 %), totaling EUR 42.2 (48.4) million. SBU's net sales grew by 17.8% (14.3%), totaling EUR 46.3 (39.3) million. IBU generated a total of 17.7% (15.5%) of the company's net sales, MBU a total of 39.2% (46.6%) and SBU a total of 43.1% (37.9%).

APAC's share of total net sales was 67.2% (68.3%), EMEA's 26.7% (18.6%), and the Americas' 6.1% (13.1%) in January–December 2024. The five largest customers accounted for 52.0% (50.7%) of the company's total net sales.

NET SALES BY BUSINESS UNITS

(EUR 1,000)	10-12/2024	10-12/2023	Change, %	1-12/2024	1-12/2023	Change, %
IBU	5,166	4,960	4.2%	19,038	16,102	18.2%
MBU	12,510	13,115	-4.6%	42,190	48,386	-12.8%
SBU	13,937	13,241	5.3%	46,285	39,306	17.8%
TOTAL	31,613	31,315	0.9%	107,514	103,794	3.6%

NET SALES BY GEOGRAPHY

(EUR 1,000)	10-12/2024	10-12/2023	Change, %	1-12/2024	1-12/2023	Change, %
APAC	20,738	21,152	-2.0%	72,211	70,930	1.8%
Americas	2,114	5,141	-58.9%	6,591	13,577	-51.5%
EMEA	8,760	5,022	74.4%	28,712	19,287	48.9%
TOTAL	31,613	31,315	0.9%	107,514	103,794	3.6%

Operating result and profitability

The company's operating profit (EBITA) in Q4 amounted to EUR 5.2 (4.6) million, 16.3% (14.8%) of total net sales. Improved profitability was driven by growth in net sales, enhanced productivity, and sales mix.

Q4 fixed costs were EUR 10.3 (10.6) million, out of which personnel expenses totaled EUR 6.3 (5.8), depreciation and amortization EUR 0.8 (1.0) and other operating expenses EUR 3.2 (3.8) million. Financial items amounted to EUR 0.2 (-0.0) million, and income taxes were EUR -1.0 (-0.8) million.

The Q4 result totaled EUR 4.1 (3.6) million. Earnings per share were EUR 0.28 (0.24). Earnings per share (diluted) were EUR 0.28 (0.24).

For the review period January-December 2024, the operating profit (EBITA) was EUR 14.9 (8.8) million, 13.9% (8.5%) of net sales. Non-recurring items (NRI) in the review period were EUR 0.0 (0.9) million. EBITA excluding NRI was EUR 14.9 (9.7) million, 13.9% (9.3%) of net sales.

In January-December 2024, the company reversed sales credit loss provisions of EUR 0.2 million. At the end of the review period, the sales credit loss provisions totaled EUR 1.5 (1.7) million.

In January-December 2024, fixed costs totaled EUR 38.7 (40.6) million, out of which personnel expenses totaled EUR 23.9 (24.1), depreciation and amortization EUR 3.2 (3.5) and other operating expenses EUR 11.6 (13.0) million. Financial items totaled EUR -0.4 (-0.9) million, and income taxes were EUR -2.2 (-1.8) million.

The result for the year 2024 was EUR 11.1 (5.5) million. Earnings per share were EUR 0.76 (0.38). Earnings per share (diluted) were EUR 0.76 (0.38).

Cash flow and financing

Cash flow from operations in Q4 was EUR 6.9 (3.0) million. Cash flow from operations in January-December 2024 amounted to EUR 20.1 (9.7) million.

The company's working capital decreased by EUR 4.9 million during the financial period. Stocks decreased by EUR 1.6 million. Current receivables decreased by EUR 2.9 million. Short-term payables increased by EUR 0.4 million.

Cash flow from financing activities in Q4 2024 was EUR 0.0 (-2.1) million. Cash flow from financing activities in January-December 2024 was EUR -9.3 (0.6) million. The company repaid loans of EUR 6.0 million from financial institutions. The share of the non-current loans was EUR 4.2 million and the share of the current loans was EUR 1.8 million. A dividend of EUR 3.4 (2.9) million, resolved at the Annual General Meeting on 27 March 2024, was paid.

At the end of the review period, the company's net interest-bearing debt totaled EUR -27.8 (-12.7) million, and gearing was -33.6% (-17.4%).

Cash and cash equivalents amounted to EUR 28.3 (19.1) million at the end of the year 2024.

The company has secured its liquidity by agreeing with banks on lines of credit totaling EUR 24.8 (17.7) million at the closing rate of the review period. At the end of the review period, the unused line of credit was EUR 24.3 (16.7) million.

Investments

Investments in Q4 2024 totaled EUR 0.5 (1.1) million. Investments were mainly made in production and measuring equipment. Investments in January-December 2024 totaled EUR 2.2 (14.4) million.

Research and development

Q4 research and development (R&D) costs totaled EUR 3.1 (2.7) million, 9.9% (8.7%) of net sales. During the review period January-December 2024, R&D expenses were EUR 11.4 (11.7) million, corresponding to 10.6% (11.3%) of net sales. All R&D costs have been recognized as expenses.

Personnel

At the end of December 2024 Detection Technology employed 487 (478) people. A total of 378 people worked in China, 95 in Finland, 10 in France and 4 in the US. Personnel expenses in Q4 2024 amounted to EUR 6.3 (5.8) million. In the review period January-December 2024, personnel expenses totaled EUR 23.9 (24.1) million.

PERSONNEL BY GEOGRAPHY

	31.12.2024	31.12.2023	Change, %
APAC	378	369	2.4%
Americas	4	4	0.0%
EMEA	105	105	0.0%
TOTAL	487	478	1.9%

New operating model and changes in the management group

Detection Technology announced on 29 October 2024, that it will change its operating model and Group's management group in order to advance the implementation of its strategy and meet its growth targets. The new organization and reporting structure entered into force as of 1 January 2025.

The company's new sales and product organization consists of three regional business units: Asia-Pacific (APAC), Europe, Middle East, India and Africa (EMEIA), and the Americas. The Group level functions, which include research and development (R&D), operations, HR, financial administration and IT have remained the same. In addition, a member responsible for business development was appointed to the management group.

On 1 January 2025, Bree Allen started as President of the Americas Business Unit and became a new member of the management group. Arve Lukander started as President of the EMEIA Business Unit, Chen Wu as President of the APAC Business Unit, and Juha Talasmäki as Vice President of Business Development.

The members of the management group are President and CEO Hannu Martola, CFO Matti Nylander, President of the Americas Business Unit Bree Allen, President of the EMEIA Business Unit Arve Lukander, President of the APAC Business Unit Chen Wu, Vice President of Business Development Juha Talasmäki, Vice President of People and Culture Sari Holopainen, CTO Jyrki Still, and Vice President of Operations Kai Utela.

Starting from Q1 of 2025, the company will adjust the net sales split reporting method used in its financial reporting to correspond to its new operating model. In the future, the company will report net sales for each region in line with the new geographical division as well as for its three main applications, namely, medical, industrial and security. The company announced the comparison figures in accordance with the new model on 6 February 2025.

Strategy implementation

During Q4 of 2024, Detection Technology decided to change its operating model to advance the execution of its strategy and meet its growth targets. The new operating model entered into force on 1 January 2025.

The new sales and product organization consists of three regional business units: Asia-Pacific (APAC), Europe, Middle East, India and Africa (EMEIA), and the Americas. The business units have end-to-end responsibility for business development, sales, customer relationship management, and product management within their respective areas. In the company's view, the change will create a solid foundation for its future growth. The aim of the change is to enhance market and customer orientation, local account management, customer service, as well as competitiveness in a rapidly changing world.

The establishment of a service and production facility in India has progressed as planned. Deliveries from the company's new facility will start in H1 of 2025. The objective for commencing local production is to enhance customer service, shorten response and delivery times, and provide cost-efficient detector solutions as India is investing significantly in healthcare, traffic infrastructure, and manufacturing industries.

The manufacturing of EU Origin products at the company's Oulu site progressed as planned, and the company now has the capability to manufacture in Finland 10 percent of its products sold. Production capacity in Finland has been expanded to provide a wider range of EU Origin products and reduce risks.

Additionally, Detection Technology made significant product launches to improve its competitiveness. The company introduced a CT detector system that scales from static CT systems to rotating systems as well as future photon-counting CT imaging (PCCT). Furthermore, the company announced the worldwide availability of its expanded X-ray flat panel detector portfolio, which now includes around 60 detectors.

Detection Technology's strategy period will end at the end of 2025. The company will announce the outcome of the strategy period and the new strategy towards the end of the year.

Sustainability

In Q4, Detection Technology successfully completed its annual external audits for the Management System. The company's sites in Espoo, Oulu, Beijing, and Wuxi were recertified in accordance with the ISO 9001:2015 and ISO 14001:2015 standards. Additionally, the Wuxi site received recertification in compliance with the ISO 13485:2016 standard.

Detection Technology assessed risks and opportunities within its operations that could affect its environmental impact. These evaluations, conducted internally and through third-party measurements, focused on areas such as wastewater, gas, and noise emissions. The assessments highlighted effective management practices and also generated new ideas for further improvement. The company has not received any reports of environmental infringements in H2 2024.

In December 2024, the company's manufacturing site in Beijing achieved recertification under China's Work Safety Standardization program. This certification is granted to organizations that comply with national workplace safety standards, demonstrating the establishment of effective systems and practices to identify, manage, and mitigate work-related risks.

During the review period, the company's various sites hosted a broad array of information-sharing sessions, training programs, and mock drills to enhance occupational health and safety. These activities addressed key topics, including chemical safety, emergency first aid, and fire safety.

Detection Technology assessed employee experience through its bi-annual DT Heartbeat pulse survey, achieving a response rate of 78% (88%). The average score remained at the level of the previous survey period at 3.4 (3.4) on a scale of 1–4. The outcome reflects strong employee engagement and alignment with the company's goals and culture. The feedback has been analyzed, and development measures, along with their monitoring processes, have been collaboratively agreed upon with the personnel.

The company reinforced its commitment to children's rights and global education through its active membership in the Ahlström Collective Impact (ACI) network, which works in partnership with UNICEF Finland. In November, the company marked World Children's Day with celebrations at multiple locations. Additionally, the company participated in a UNICEF Finland study examining how Finnish stock-listed companies address children's rights. Based on the study's findings, Detection Technology initiated further developments to strengthen its efforts in this area.

Local authorities in China conducted anti-fraud training sessions, which were shared with local staff to enhance their awareness and knowledge. In H2 2024, the company received no reports of infringements of EU or national laws or violations of its Code of Conduct through its Whistleblowing channel or other reporting mechanisms.

Detection Technology will be subject to the CSRD reporting obligation starting in 2026, coinciding with the publication of its 2025 financial statements. By the end of the review period, Detection Technology completed its double materiality assessment (DMA). This process provided insights and facilitated deeper discussions with customers, suppliers, employees and other stakeholders about key sustainability topics and trends material for the company.

In 2025, the company will prioritize enhancing data collection, streamlining reporting processes, and strengthening internal capabilities to meet the requirements of the Corporate Sustainability Reporting Directive (CSRD). Additionally, the company focuses on enhancing overall expertise and understanding, as well as engaging its employees.

Detection Technology's corporate social responsibility complies with the certified ISO 9001:2015, ISO 14001:2015 and ISO 13485:2016 standards. The company acknowledges and complies with the Code of Conduct of the Responsible Business Alliance (RBA).

The company has set metrics to evaluate continuous improvement across all aspects of its Code of Conduct, and the outcome is reviewed quarterly. More detailed information on sustainability measures and the implementation of corporate social responsibility initiatives will be published in the company's 2024 annual review. Additionally, the review will present the achievement of the 2024 sustainability goals as well as the objectives for 2025.

Shares and shareholders

The subscription period of Detection Technology's stock options 2020B1 and 2020B2 started on 2 May 2024 and will end on 31 May 2025. No subscriptions of stocks were made in the program during the review period July–December 2024. The company has one ongoing stock option program. The description and terms of the stock option programs can be found on the company's website.

In addition to the stock option program 2020, Detection Technology has a rolling Performance Share Plan (PSP). This long-term incentive scheme established for the company's management and other key employees consists of separate stock awards, which the company's Board of Directors resolve each year.

The performance period of the first performance share plan, PSP 2022–2024, started at the beginning of August 2022 and ended at the end of 2024. The performance period of the second performance share plan, PSP 2023–2025, started at the beginning of January 2023 and will finish at the end of 2025. The performance period of the third performance share plan, PSP 2024–2026, started in the beginning of January 2024, and it will end at the end of 2026.

The average share price of Detection Technology was EUR 15.29 in Q4 and EUR 15.84 in January–December 2024. The highest share price for Q4 was EUR 18.10 and the lowest EUR 13.45. The highest price for 2024 was EUR 20.00 and the lowest EUR 12.15.

The closing price at the end of December was EUR 15.30, and the company had a market capitalization of approximately EUR 224 million. A total of 1.71 million shares, which is 11.7% of the total number of shares, were traded between 2 January and 30 December. The number of shares outstanding in Detection Technology was 14,655,930 at the end of the review period.

The number of shareholders at the end of the review period was 4,441. Approximately 73.1% of the shares were held by the ten largest shareholders. The nominee-registered foreign holding of shares in the company was 14.1%.

Detection Technology has one share series, and all shares bear equal voting rights. The company's shares are listed on the Nasdaq First North Growth Market Finland marketplace under the ticker symbol DETEC.

Notifications of major holdings

In H2 of 2024, Detection Technology did not receive any flagging notifications. As a result of the amendment in the scope of application of Chapter 9 of the Finnish Securities Markets Act the obligation to notify and disclose major holdings and proportions of voting rights, the so-called flagging obligation, was extended to cover the Nasdaq First North Growth Market Finland market as of 19 April 2024.

Risks and uncertainties

The company's most significant short-term direct and indirect risk factors and uncertainties are changes in geopolitics, in particular changes in the US policies and tariffs by the new Trump administration, changes in the US-China and the EU-China relations, global economic uncertainty, the Russian war in Ukraine and the unrest in the Middle East, along with their ramifications on the global and European security and economy, availability and prices of energy and raw materials and the consequent increase in global political uncertainty may have an adverse impact on the company's business. In addition, challenges in the availability of special materials and electronic components may have an adverse impact on the company's business.

Other risks are related to business operations in developing markets, the changes in the competitive landscape, the ongoing healthcare anti-corruption campaign in China, price competition, a significant share of net sales being generated by the five largest customers, APAC countries' large share of sales, customer liquidity, product quality, the startup of production of new products, exchange rate fluctuations, overall cost development particularly in China, the permanence and competence of personnel, recruitment of experts and organizational efficiency.

The company takes continuous measures to mitigate the risks. Other risks related to the company and its business operations will be described in more detail in Detection Technology's financial statements for 2024.

Board of Directors' profit distribution proposal

The distributable funds of the parent company Detection Technology Plc are EUR 47,714,419, of which EUR 15,177,502 represents the net profit for the financial year. The company's funds eligible for dividend distribution total EUR 19,309,333. After the end of the financial year, there have not been significant changes in the company's financial situation, nor does the solvency test referred to in Chapter 13, Section 2 of the Companies Act affect the amount of distributable funds.

The Board of Directors proposes to the Annual General Meeting to be held on 27 March 2025 that, based on the balance sheet adopted for 2024, a dividend of EUR 0.50 (0.23) per share be paid. The number of shares entitled to dividend is 14,655,930, which means that the total amount of dividend would be EUR 7,327,965.

Business outlook

Detection Technology expects its year-on-year total net sales to remain stable in Q1 and to achieve double-digit growth in Q2 of 2025.

Geopolitical situation, possible new US import tariffs, U.S.–China relations, global economy, China's healthcare reform, price competition especially in China, the indirect impacts of the war in Ukraine, and events in the Middle East create uncertainty.

Detection Technology aims to increase its sales by at least 10% per annum and to achieve an operating margin (EBITA) of 15% in the medium term.

Financial reporting schedule in 2025

Detection Technology Plc will disclose the following financial releases in 2025:

- Business review January–March 2025: 24 April 2025
- Half-yearly report January–June 2025: 7 August 2025
- Business review January–September 2025: 30 October 2025

The financial statements and annual review for 2024 will be published on 6 March 2025. The Annual General Meeting is scheduled for 27 March 2025 at 14:00 (EEST). The Board of Directors of the company will convene the meeting. Detection Technology Plc's financial calendar can be found on the company's website.

SUMMARY OF FINANCIAL STATEMENTS AND APPENDICES

ACCOUNTING PRINCIPLES

This unaudited financial statements review for the period 1.1.-31.12.2024 has been prepared according to the Finnish Accounting Standards (FAS).

CONSOLIDATED INCOME STATEMENT (FAS)

(EUR 1,000)	10-12/2024	10-12/2023	1-12/2024	1-12/2023
Net sales	31,613	31,315	107,514	103,794
Other operating income	352	198	1,249	750
Materials and services	-16,755	-16,551	-56,324	-55,688
Personnel expenses	-6,313	-5,799	-23,920	-24,084
Depreciations	-482	-709	-2,065	-2,979
Other operating expenses	-3,248	-3,832	-11,562	-13,009
EBITA	5,166	4,622	14,892	8,784
Amortizations	-282	-282	-1,129	-564
Financial income and expenses	172	-24	-417	-918
Profit before taxes	5,056	4,317	13,347	7,302
Income taxes	-1,010	-751	-2,235	-1,785
Minority interest	21	-10	1	-14
Profit for the reporting period	4,067	3,555	11,112	5,502

CONSOLIDATED BALANCE SHEET (FAS)

(EUR 1,000)	31.12.2024	31.12.2023
ASSETS		
NON-CURRENT ASSETS		
Intangible assets	11,244	11,907
Tangible assets	4,427	4,792
Investments	11	11
TOTAL NON-CURRENT ASSETS	15,681	16,710
CURRENT ASSETS		
Inventories	22,793	23,601
Non-current receivables	370	594
Current receivables	33,067	34,516
Cash and cash equivalents	28,266	19,101
TOTAL CURRENT ASSETS	84,496	77,812
TOTAL ASSETS	100,177	94,522
EQUITY AND LIABILITIES		
EQUITY		
Share capital	80	80
Share premium account	5,130	5,130
Invested non-restricted equity fund	28,405	28,405
Retained earnings	37,634	33,688
Profit for the financial period	11,112	5,502
TOTAL EQUITY	82,361	72,805
Minority interest	195	189
LIABILITIES		
Non-current liabilities	0	4,200
Current liabilities	17,621	17,329
TOTAL LIABILITIES	17,621	21,529
TOTAL EQUITY AND LIABILITIES	100,177	94,522

CONSOLIDATED CASH FLOW STATEMENT (FAS)

(EUR 1,000)	10-12/2024	10-12/2023	1-12/2024	1-12/2023
Cash flow from operations				
Operating profit	4,884	4,340	13,763	8,219
Depreciations	764	991	3,194	3,543
Other non-cash business activities	-212	795	1,112	1,037
Change in working capital	1,825	-2,959	4,906	-1,100
Financial income and expenses	-231	106	-755	-570
Income taxes paid	-139	-285	-2,088	-1,458
Cash flow from operations	6,891	2,987	20,133	9,672
Cash flow from investments				
Investments in intangible and tangible assets	-485	-1,121	-2,218	-2,119
Payment for shares in subsidiaries	0	0	0	-12,307
Cash flow from investments	-485	-1,121	-2,218	-14,426
Free cash flow	6,406	1,866	17,915	-4,754
Cash flow from financing				
Change in non-current loans	0	-600	-4,200	4,200
Change in current loans	0	-1,487	-1,765	-694
Dividend paid	0	0	-3,371	-2,931
Cash flow from financing	0	-2,087	-9,336	574
Change in cash and cash equivalents				
Cash and cash equivalents at the beginning of the period	21,279	19,453	19,101	23,710
Foreign exchange rate effect	581	-131	585	-430
Cash and cash equivalents at the end of the period	28,266	19,101	28,266	19,101
Change in cash and cash equivalents	6,406	-221	8,579	-4,179
Change in working capital				
Change in current receivables	561	-5,566	2,939	-1,135
Change in inventories	321	2,397	1,598	1,777
Change in current liabilities	944	210	370	-1,742
Change in working capital	1,825	-2,959	4,906	-1,100

STATEMENT OF EQUITY CHANGES

(EUR 1,000)	Share capital	Share premium	Invested unrestricted equity fund	Retained earnings	Profit for the period	Total
Equity 1.1.2024	80	5,130	28,405	39,190	0	72,805
Dividend paid	0	0	0	-3,371	0	-3,371
Conversion Differences	0	0	0	1,815	0	1,815
Profit for the period	0	0	0	0	11,112	11,112
Equity 31.12.2024	80	5,130	28,405	37,634	11,112	82,361
Equity 1.1.2023	80	5,130	28,405	39,143	0	72,758
Dividend paid	0	0	0	-2,931	0	-2,931
Conversion differences	0	0	0	-2,709	0	-2,709
Items belonging to previous financial years	0	0	0	185	0	185
Profit for the period	0	0	0	0	5,502	5,502
Equity 31.12.2023	80	5,130	28,405	33,688	5,502	72,805

Espoo, Finland 5 February 2025

Board of Directors
Detection Technology Plc

CALCULATION OF KEY FINANCIAL RATIOS

EBITA	= Operating profit (EBIT) - Amortizations
Change in net sales, %	= (Net sales - Previous financial year's net sales) / Previous financial year's net sales x 100
EBITA, %	= EBITA / Net sales x 100
Net interest-bearing debt	= Interest-bearing liabilities - Cash and cash equivalents
Return on investment (ROI), %	= (Net result + Financial expenses + Taxes (12 months)) / (Equity + Interest-bearing liabilities (average 12 months)) x 100
Gearing, %	= (Interest-bearing liabilities - Cash and cash equivalents) / Equity x 100
Earnings per share, EUR	= Profit for the reporting period / Weighted average number of shares outstanding
Earnings per share (diluted), EUR	= Profit for the reporting period / Weighted average number of shares outstanding, diluted



www.deetee.com